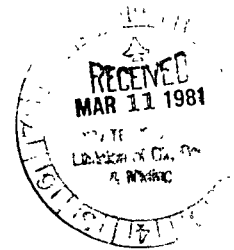


STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS, AND MINING
1588 West North Temple
Salt Lake City, Utah 84116



THE MINED LANDS RECLAMATION ACT

BOND

KNOW ALL MEN BY THESE PRESENCE, that the undersigned Ideal Basic Industries, Inc. as principal, and SAFECO INSURANCE COMPANY OF AMERICA as surety, are held and firmly bound unto the State of Utah, Division of Oil, Gas, and Mining, in the penal sum of Seven Thousand Five Hundred dollars (\$7500.00) for the payment of which sum, will and truly be made, we hereby jointly and severally bind ourselves, our heirs, administrators, executors, successors, and assigns.

THE CONDITION OF THE ABOVE OBLIGATION IS SUCH that whereas the above named principal did on the 23rd day of June 1980, file with the Division of Oil, Gas, and Mining a "Notice of Intention to Commence Mining Operations" and a "Mining and Reclamation Plan", to secure authorization to engage in mining operations in the State of Utah, under the terms and provisions of the Mined Land Reclamation Act; that in said Notice the principal estimated that fifteen (15) acres of land will be affected by mining. Said land is described as follows in Exhibit "A" attached hereto. Note: The initial area to be affected includes six (6) acres outlined in red on Exhibit "A" as well as nine (9) acres of BIM road way (R/W Grant U-45959).

NOW, if the said principal shall satisfactorily reclaim the above mentioned lands affected by mining by said principal in accordance with the Mining and Reclamation Plan and shall faithfully perform all requirements of the Mined Land Reclamation Act, and comply with the Rules and Regulations adopted in accordance therewith, then this obligation shall be void; otherwise it shall remain in full force and effect until the reclamation is completed as outlined in the approved Mining and Reclamation Plan.

If the said approved plan provides for reclamation of the land affected on a piecemeal or cyclic basis, and said land is reclaimed in accordance with such plan, then this bond may be reduced periodically.

In the converse, if the said plan provides for a gradual increase in the area of the land affected or increased reclamation work, then this bond may accordingly be increased with the written approval of the surety company.

NOTE: Where one signs by virtue of Power of Attorney for a surety company, such Power of Attorney must be filed with this bond. If the principal is a corporation, the bond shall be executed by its duly authorized officers with the seal of the corporation affixed.

IDEAL BASIC INDUSTRIES, INC.

Principal (Company)

Date: 2/20/81

By: R. W. Suppes
Company Official - position
R. W. Suppes, Sr. Vice President

SAFECO INSURANCE COMPANY OF AMERICA

Surety (Company)

Date: 2/20/81

By: P. J. Farmer
Official of Surety - Position
P. J. Farmer, Attorney-in-Fact

the Talbert corporation
SURETY BONDS AND INSURANCE

P O BOX 9364, DENVER, CO. 80209
AREA CODE 303/838-1773

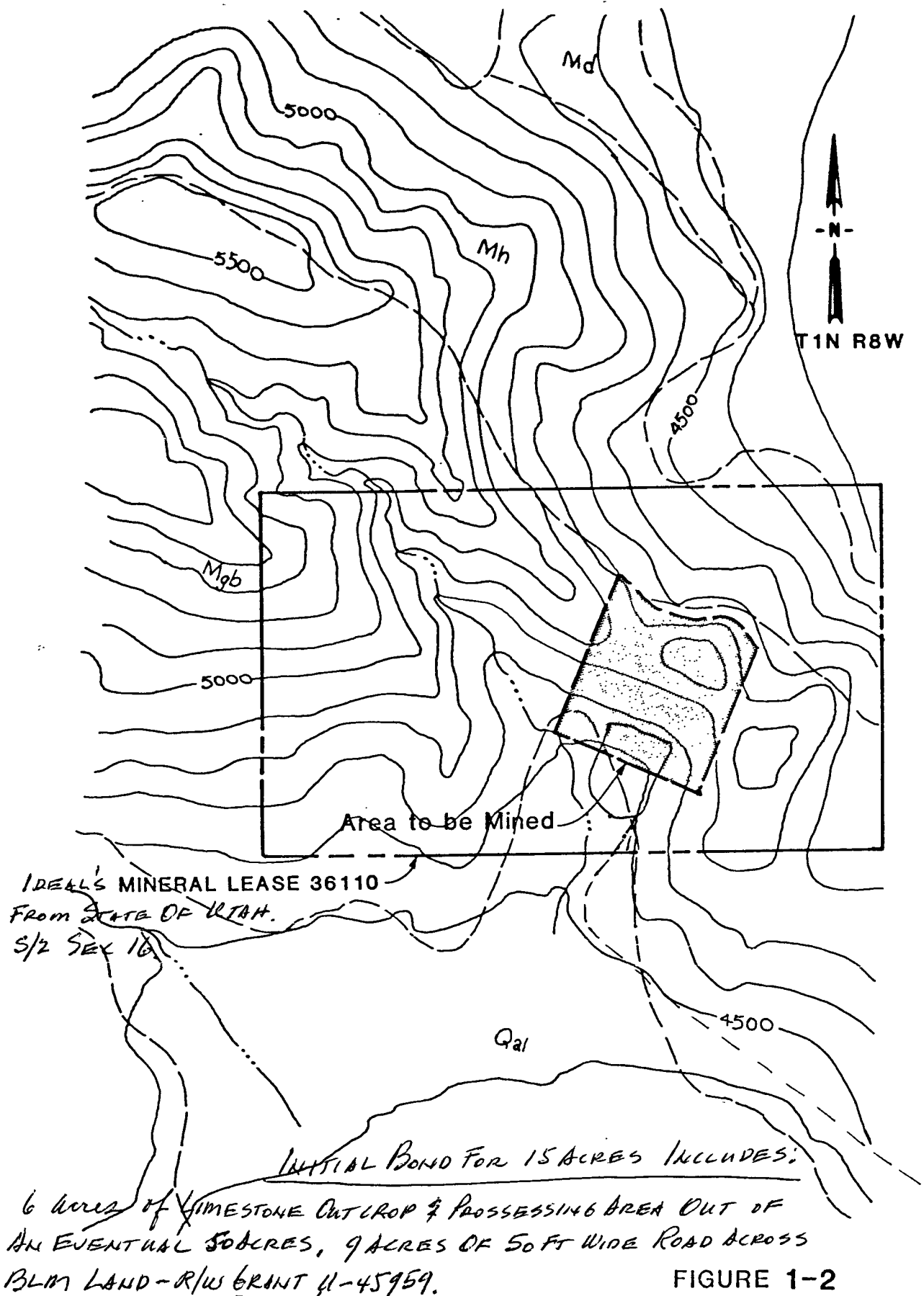


FIGURE 1-2
 POVERTY POINT QUARRY
 S1/2 Section 16 Tooele County, Utah

CH2M
 HILL

EXHIBIT A



No. _____

KNOW ALL BY THESE PRESENTS:

That **SAFECO Insurance Company of America**, a Washington corporation, does hereby appoint

-----B. R. CLARK; CHARLES H. FLECK; COURTNEY T. PETERSON;
CAROL BRONDER; ROBERT S. GILL; BEN L. MATTHESEN; NELSON D. BROWN; DARREL C. R. OLSON;
MARILYN SKRIFVARS; P. J. FARMER; ROBERT J. SUNICH; LEON B. DARTOIS; JAMES S. ROSULEK,
Denver, Colorado-----

its true and lawful attorney(s)-in-fact, with full authority to execute on behalf of the company fidelity and surety bonds or undertakings and other documents of a similar character issued by the company in the course of its business, and to bind **SAFECO Insurance Company of America** thereby as fully as if such instruments had been duly executed by its regularly elected officers at its home office.

IN WITNESS WHEREOF, **SAFECO Insurance Company of America** has executed and attested these presents

this _____ 19th _____ day of _____ September _____, 19 80.

CERTIFICATE

Extract from the By-Laws of **SAFECO Insurance Company of America**:

"Article VI, Section 13.—FIDELITY AND SURETY BONDS . . . the President, any Vice President, and the Secretary shall each have authority to appoint individuals as attorneys-in-fact or under other appropriate titles with authority to execute on behalf of the company fidelity and surety bonds and other documents of similar character issued by the company in the course of its business On any instrument making or evidencing such appointment, the signatures may be affixed by facsimile. On any instrument conferring such authority or on any bond or undertaking of the company, the seal, or a facsimile thereof, may be impressed or affixed or in any other manner reproduced; provided, however, that the seal shall not be necessary to the validity of any such instrument or undertaking."

Extract from a Resolution of the Board of Directors of
SAFECO Insurance Company of America adopted July 28, 1970 and as amended February 2, 1977

"On any certificate executed by the Secretary or an assistant secretary of the Company setting out,

- (i) The provisions of Article VI, Section 13 of the By Laws, and
- (ii) A copy of the power-of-attorney appointment, executed pursuant thereto, and
- (iii) Certifying that said power-of-attorney appointment is in full force and effect,

the signature of the certifying officer may be by facsimile, and the seal of the Company may be a facsimile thereof."

I, W.D. Hammersla, Secretary of **SAFECO Insurance Company of America**, do hereby certify that the foregoing extracts of the By-Laws and of a Resolution of the Board of Directors of this corporation, and of a Power of Attorney issued pursuant thereto, are true and correct, and that both the By-Laws, the Resolution and the Power of Attorney are still in full force and effect.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the facsimile seal of said corporation

this _____ 20th _____ day of _____ February _____, 19 81.